

Psychiatric Hospitalization

Analyst: Castro

Historical Summary

OPERATING BUDGET	FY 2007 Total App	FY 2007 Actual	FY 2008 Approp	FY 2009 Request	FY 2009 Gov Rec
BY PROGRAM					
Community Hospitalization	2,160,400	1,736,400	2,160,400	2,160,400	2,160,400
State Hospital North	7,354,100	7,180,800	8,113,100	9,133,300	9,349,800
State Hospital South	18,904,900	18,909,500	20,078,500	23,215,700	22,583,700
Total:	28,419,400	27,826,700	30,352,000	34,509,400	34,093,900
BY FUND CATEGORY					
General	19,780,100	18,806,200	20,832,900	24,312,700	23,666,600
Dedicated	4,606,700	4,870,800	5,325,500	5,809,700	5,941,700
Federal	4,032,600	4,149,700	4,193,600	4,387,000	4,485,600
Total:	28,419,400	27,826,700	30,352,000	34,509,400	34,093,900
Percent Change:		(2.1%)	9.1%	13.7%	12.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	20,860,400	20,777,700	22,381,600	24,324,300	25,100,700
Operating Expenditures	4,930,000	4,752,300	5,121,000	7,026,500	5,926,500
Capital Outlay	142,200	187,700	353,500	610,300	518,400
Trustee/Benefit	2,486,800	2,109,000	2,495,900	2,548,300	2,548,300
Total:	28,419,400	27,826,700	30,352,000	34,509,400	34,093,900
Full-Time Positions (FTP)	368.61	368.61	368.61	368.61	368.61

Division Description

Funding for Community Hospitalization was transferred from Community Mental Health into a separate program beginning in FY 2006. These funds are used to pay for patient care once an individual has been committed to state custody and before a bed is available in one of the two state institutions.

Both State Hospital South (SHS) in Blackfoot, and State Hospital North (SHN) in Orofino provide short and long term 24-hour residential care and treatment for persons who are not able to remain safely in the community setting. State Hospital South has 110 psychiatric treatment beds on three separate units, and a 26-bed nursing home facility is in a separate multi-story building on the campus. State Hospital North has a capacity of 50 beds.

Community Hospitalization

Analyst: Castro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2008 Original Appropriation	0.00	2,160,400	2,160,400	0.00	2,160,400	2,160,400
Reappropriation	0.00	39,000	39,000	0.00	39,000	39,000
FY 2008 Total Appropriation	0.00	2,199,400	2,199,400	0.00	2,199,400	2,199,400
Expenditure Adjustments	0.00	(39,000)	(39,000)	0.00	(39,000)	(39,000)
FY 2009 Base	0.00	2,160,400	2,160,400	0.00	2,160,400	2,160,400
FY 2009 Total	0.00	2,160,400	2,160,400	0.00	2,160,400	2,160,400
Change from Original Appropriation	0.00	0	0	0.00	0	0
% Change from Original Appropriation		0.0%	0.0%		0.0%	0.0%

Community Hospitalization

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2008 Original Appropriation	0.00	2,160,400	0	0	2,160,400
Reappropriation					
This General Fund reappropriation of \$39,000 represents unspent General Fund monies that were budgeted for reversion after the end of the fiscal year. Spending authority is removed in an FY 2008 expenditure adjustment.					
Agency Request	0.00	39,000	0	0	39,000
Governor's Recommendation	0.00	39,000	0	0	39,000
FY 2008 Total Appropriation					
Agency Request	0.00	2,199,400	0	0	2,199,400
Governor's Recommendation	0.00	2,199,400	0	0	2,199,400
Expenditure Adjustments					
Agency Request	0.00	(39,000)	0	0	(39,000)
Governor's Recommendation	0.00	(39,000)	0	0	(39,000)
FY 2009 Base					
Agency Request	0.00	2,160,400	0	0	2,160,400
Governor's Recommendation	0.00	2,160,400	0	0	2,160,400
FY 2009 Total					
Agency Request	0.00	2,160,400	0	0	2,160,400
Governor's Recommendation	0.00	2,160,400	0	0	2,160,400
Agency Request					
Change from Original App	0.00	0	0	0	0
% Change from Original App		0.0%			0.0%
Governor's Recommendation					
Change from Original App	0.00	0	0	0	0
% Change from Original App		0.0%			0.0%

State Hospital North

Comparative Summary

Analyst: Castro

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2008 Original Appropriation	109.39	7,107,600	8,113,100	109.39	7,107,600	8,113,100
Reappropriation	0.00	93,800	93,800	0.00	93,800	93,800
1. Annualize SHN Expansion FY 2007	0.00	348,500	348,500	0.00	348,500	348,500
9. Department Personnel Costs Transfer	0.00	69,200	69,200	0.00	69,200	69,200
FY 2008 Total Appropriation	109.39	7,619,100	8,624,600	109.39	7,619,100	8,624,600
Expenditure Adjustments	0.00	(93,800)	(93,800)	0.00	(93,800)	(93,800)
FY 2008 Estimated Expenditures	109.39	7,525,300	8,530,800	109.39	7,525,300	8,530,800
Removal of One-Time Expenditures	0.00	(164,300)	(338,100)	0.00	(164,300)	(338,100)
FY 2009 Base	109.39	7,361,000	8,192,700	109.39	7,361,000	8,192,700
Benefit Costs	0.00	260,800	260,800	0.00	251,800	251,800
Inflationary Adjustments	0.00	56,500	56,500	0.00	56,500	56,500
Replacement Items	0.00	259,900	328,000	0.00	271,900	307,100
Statewide Cost Allocation	0.00	11,200	11,200	0.00	11,200	11,200
Change in Employee Compensation	0.00	59,300	61,600	0.00	296,500	308,000
Endowment Adjustments	0.00	0	0	0.00	(18,100)	0
FY 2009 Program Maintenance	109.39	8,008,700	8,910,800	109.39	8,230,800	9,127,300
1. Electronic Medical Records Phase 3	0.00	222,500	222,500	0.00	222,500	222,500
FY 2009 Total	109.39	8,231,200	9,133,300	109.39	8,453,300	9,349,800
Change from Original Appropriation	0.00	1,123,600	1,020,200	0.00	1,345,700	1,236,700
% Change from Original Appropriation		15.8%	12.6%		18.9%	15.2%

State Hospital North

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2008 Original Appropriation	109.39	7,107,600	1,005,500	0	8,113,100

Reappropriation

This General Fund reappropriation of \$93,800 represents unspent monies that were budgeted for reversion after the end of the fiscal year. Spending authority is removed in an FY 2008 expenditure adjustment.

Agency Request	0.00	93,800	0	0	93,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>93,800</i>	<i>0</i>	<i>0</i>	<i>93,800</i>

1. Annualize SHN Expansion FY 2007

The department is requesting \$348,500, of which \$305,900 is for personnel costs; \$40,500 is for operating expenditures; and \$2,100 is for trustee and benefit payments. This request is for the portion of the State Hospital North expansion that was not funded in the FY 2007 request. The department expected to have the additional five beds funded in FY 2007, and open by October of that fiscal year. JFAC appropriated funding for operation of these five beds from October until June of FY 2007, or three-quarters of the budget year.

This request is to fund the 4th quarter of funding needed to annualize the total cost to expand State Hospital North capacity.

[Ongoing]

Agency Request	0.00	348,500	0	0	348,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>348,500</i>	<i>0</i>	<i>0</i>	<i>348,500</i>

9. Department Personnel Costs Transfer

This request is to shift General Fund personnel funding from the following programs:

Physical Health: \$379,200

Labs: \$128,600

Self Reliance Operations: \$420,300

Child Welfare: \$982,700

TOTAL: \$1,910,800

The funding would be received by the following programs in personnel costs:

Childrens Mental Health: \$161,700

Community Mental Health: \$220,700

Community Developmental Disabilities: \$37,300

Indirect Support Services: \$1,145,500

Medicaid Administration & Medical Mgmt: \$276,400

State Hospital North: \$69,200

As of the end of the 1st quarter the department has projected the Child Welfare's transfer out will be reduced to \$907,400 and that Community Mental Health will only need \$145,400.

[Ongoing]

Agency Request	0.00	69,200	0	0	69,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>69,200</i>	<i>0</i>	<i>0</i>	<i>69,200</i>

FY 2008 Total Appropriation					
Agency Request	109.39	7,619,100	1,005,500	0	8,624,600
<i>Governor's Recommendation</i>	<i>109.39</i>	<i>7,619,100</i>	<i>1,005,500</i>	<i>0</i>	<i>8,624,600</i>

Expenditure Adjustments

Agency Request	0.00	(93,800)	0	0	(93,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(93,800)</i>	<i>0</i>	<i>0</i>	<i>(93,800)</i>

FY 2008 Estimated Expenditures					
Agency Request	109.39	7,525,300	1,005,500	0	8,530,800
<i>Governor's Recommendation</i>	<i>109.39</i>	<i>7,525,300</i>	<i>1,005,500</i>	<i>0</i>	<i>8,530,800</i>

Removal of One-Time Expenditures

Remove funding provided for one-time items.

Agency Request	0.00	(164,300)	(173,800)	0	(338,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(164,300)</i>	<i>(173,800)</i>	<i>0</i>	<i>(338,100)</i>

State Hospital North

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2009 Base					
Agency Request	109.39	7,361,000	831,700	0	8,192,700
Governor's Recommendation	109.39	7,361,000	831,700	0	8,192,700

Benefit Costs

Reflects \$2,075 per position or a 29% increase in employer-paid health insurance premiums from \$7,125 to \$9,200 per year. This increase is artificially inflated since the rates have been frozen for the last two years, with increases being covered from reserves.

Agency Request	0.00	260,800	0	0	260,800
----------------	------	---------	---	---	---------

The Governor recommends funding the employer increase in health insurance, and does not remove the funding for their PERSI rate increase that was included in the request. Recently, the PERSI Board voted not to increase the contribution rate for the upcoming fiscal year. In addition, for this agency the Governor recommends that the Division of Human Resources (DHR) fee be reduced by 35% for classified positions, from 0.615% of gross salary to 0.4%, because it has been granted delegated authority by DHR.

Governor's Recommendation	0.00	251,800	0	0	251,800
---------------------------	------	---------	---	---	---------

Inflationary Adjustments

This inflationary adjustment is arrived at by subtracting one-time funding and statewide allocation plan costs from the base and calculating a customized increase for all remaining operating costs. This request reflects a 1.11% increase in the operating inflation and a 2.84% increase in medical inflation. Finally the request reflects a fund shift of \$18,100 from the endowment fund to the General Fund.

Agency Request	0.00	56,500	0	0	56,500
----------------	------	--------	---	---	--------

The Governor recommends general and medical inflation for the Health & Welfare institutions in order to accommodate their extremely limited operating costs.

Governor's Recommendation	0.00	56,500	0	0	56,500
---------------------------	------	--------	---	---	--------

Replacement Items

Reflects a request for 4 new vehicles at an average cost of \$17,025 per vehicle. Reflects a request for \$46,300 for equipment items. Reflects a \$213,600 request for alterations and repairs projects under \$30,000. The projects requested are:

SHN engineering study of hospital building settlement- \$30,000; SHN clean supply and return air ducts- \$23,000; emergency electrical panel expansion- \$21,000; SHN replacement of undersized interior doors- \$30,000; SHN patient walkway next to road- \$30,000; kitchen floor replacement- \$28,000; Phase 2 carpet replacement- \$15,600; Phase 2 concrete replacement- \$12,000; Phase 1 - replace light fixtures- \$24,000

Agency Request	0.00	259,900	68,100	0	328,000
----------------	------	---------	--------	---	---------

The Governor recommends replacing 2 vehicles. The Governor recommends \$12,000 in additional funding for a statewide vehicle fleet management initiative to convert as many vehicles as possible to hybrid or other fuel efficient/low emission vehicles. These additional funds may only be used to implement the Governor's Fossil Fuel/Greenhouse Gases Initiative. Any unspent funds appropriated for this purpose will be reverted at year-end, regardless of funding source. The recommendation also includes replacing \$43,600 of equipment and \$213,600 for alteration & repairs projects.

Governor's Recommendation	0.00	271,900	35,200	0	307,100
---------------------------	------	---------	--------	---	---------

Statewide Cost Allocation

Reflects an increase in Risk Management fees by \$11,200.

Agency Request	0.00	11,200	0	0	11,200
----------------	------	--------	---	---	--------

Governor's Recommendation	0.00	11,200	0	0	11,200
---------------------------	------	--------	---	---	--------

Change in Employee Compensation

Agencies were instructed to input a CEC based on a 1% calculator. Reflects a fund shift of \$1,700 from dedicated funds to the General Fund.

Agency Request	0.00	59,300	2,300	0	61,600
----------------	------	--------	-------	---	--------

The Governor recommends a compensation increase of 5% to be distributed based on merit.

Governor's Recommendation	0.00	296,500	11,500	0	308,000
---------------------------	------	---------	--------	---	---------

Endowment Adjustments

Agency Request	0.00	0	0	0	0
----------------	------	---	---	---	---

Governor's Recommendation	0.00	(18,100)	18,100	0	0
---------------------------	------	----------	--------	---	---

State Hospital North

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2009 Program Maintenance					
Agency Request	109.39	8,008,700	902,100	0	8,910,800
<i>Governor's Recommendation</i>	<i>109.39</i>	<i>8,230,800</i>	<i>896,500</i>	<i>0</i>	<i>9,127,300</i>

1. Electronic Medical Records Phase 3

This request is for \$222,500 in State Hospital North's budget and another \$222,500 in State Hospital South's budget for the final phase of implementing an Electronic Medical Records system. Last year the Legislature funded the second phase of this system upgrade and this year the state hospitals are requesting funding to purchase the Bar Code Medication Administration module and wireless capabilities.

Bar Code Medication Administration – Bar Code Medication Administration (BCMA) is a point-of-care software solution that addresses the serious issue of inpatient medication errors. BCMA electronically validates and documents medications for inpatients. It ensures that the patient receives the correct medication in the correct dose, at the correct time, and visually alerts staff when the proper parameters are not met. Total cost: \$265,000 in General Fund monies for both hospitals.

Wireless Capabilities – Wireless network access is recommended for all charting areas and exam rooms to eliminate the need for hardwired workstations and allow the use of laptop computers for charting purposes. Wireless technology will not only allow for an infrastructure that will permit staff to easily administer services to patients in all locations, but also will increase safety of patients. Total cost: \$180,000 from the General Fund for both hospitals.

NOTE: This budget only reflects 1/2 of the total costs, the other 1/2 is reflected in the State Hospital South budget.

[One-time]

Agency Request	0.00	222,500	0	0	222,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>222,500</i>	<i>0</i>	<i>0</i>	<i>222,500</i>

FY 2009 Total					
Agency Request	109.39	8,231,200	902,100	0	9,133,300
<i>Governor's Recommendation</i>	<i>109.39</i>	<i>8,453,300</i>	<i>896,500</i>	<i>0</i>	<i>9,349,800</i>
Agency Request					
Change from Original App	0.00	1,123,600	(103,400)	0	1,020,200
% Change from Original App	0.0%	15.8%	(10.3%)		12.6%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>1,345,700</i>	<i>(109,000)</i>	<i>0</i>	<i>1,236,700</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>18.9%</i>	<i>(10.8%)</i>		<i>15.2%</i>

State Hospital South

Comparative Summary

Analyst: Castro

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2008 Original Appropriation	259.22	11,564,900	20,078,500	259.22	11,564,900	20,078,500
2. Medicare Audit Payback	0.00	1,703,000	1,200,000	0.00	1,703,000	1,200,000
FY 2008 Total Appropriation	259.22	13,267,900	21,278,500	259.22	13,267,900	21,278,500
Removal of One-Time Expenditures	0.00	(1,767,500)	(1,371,600)	0.00	(1,767,500)	(1,371,600)
Base Adjustments	0.00	0	503,000	0.00	0	503,000
FY 2009 Base	259.22	11,500,400	20,409,900	259.22	11,500,400	20,409,900
Benefit Costs	0.00	375,900	602,300	0.00	363,000	581,700
Inflationary Adjustments	0.00	86,700	150,500	0.00	86,700	150,500
Replacement Items	0.00	523,900	574,500	0.00	452,900	503,500
Statewide Cost Allocation	0.00	8,100	16,100	0.00	8,100	16,100
Change in Employee Compensation	0.00	91,800	139,900	0.00	459,000	699,500
Nondiscretionary Adjustments	0.00	11,800	0	0.00	11,800	0
Endowment Adjustments	0.00	0	0	0.00	(51,500)	0
FY 2009 Program Maintenance	259.22	12,598,600	21,893,200	259.22	12,830,400	22,361,200
1. Electronic Medical Records Phase 3	0.00	222,500	222,500	0.00	222,500	222,500
2. Medicare Audit Payback	0.00	1,100,000	1,100,000	0.00	0	0
FY 2009 Total	259.22	13,921,100	23,215,700	259.22	13,052,900	22,583,700
Change from Original Appropriation	0.00	2,356,200	3,137,200	0.00	1,488,000	2,505,200
% Change from Original Appropriation		20.4%	15.6%		12.9%	12.5%

State Hospital South

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2008 Original Appropriation	259.22	11,564,900	4,320,000	4,193,600	20,078,500

2. Medicare Audit Payback

The department is requesting \$1,200,000 in one-time funds and a fund shift of \$503,000 from dedicated funding to the General Fund for a total request of \$1,703,000 to pay back Medicare for over-reimbursement of Inpatient Psychiatric Facility (IPF) service cost.

Near the end of FY 2005 State Hospital South (SHS) became eligible for and started collecting reimbursements for Medicare Inpatient Psychiatric Facility (IPF) services. At the beginning of FY 2006 the staff at State Hospital South recognized that the reimbursement checks were larger than anticipated. After a few phone conversations with Noridian (SHS's Medicare Financial Intermediary) they were reassured that the reimbursements were indeed accurate. The interpretation of the regulations led both Noridian and SHS to believe that the hospital did not have to follow the regular three year phase-in for the payment of IPF services. The 3 year phase-in is structured as follows:

** Year 1- 25% reimbursement for IPF services;

** Year 2- 50% reimbursement for IPF services; and

** Year 3- 75% reimbursement for IPF services.

On October 18th, 2007, SHS received a phone call from Noridian, indicating that they were sending a letter regarding the FY 2006 Medicare Adjustment Report. Noridian explained that a settlement of \$1.2 million dollars would be due back to Noridian as a result of overpayment during FY 2006. After further research and phone conversations with Noridian, it was explained that this overpayment was a result of SHS being set up at the 100% IPF reimbursement rate as opposed to the three year phase-in.

The \$1,100,000 request is based on a Medicare revenue amount of \$2,258,074 multiplied by .5 (the year 2 phase-in rate of 50%) for a total of \$1,129,037.

The \$503,000 request is based on a remaining receipt projection of \$2,000,000 less a 25% reduction in the overall reimbursement rate based on the year-3 phase in. [One-time]

ANALYST COMMENT: The department shifted \$500,000 out of State Hospital South's General Fund appropriation to the Adult Mental Health program on an ongoing basis in the FY 2008 budget request.

Agency Request	0.00	1,703,000	(503,000)	0	1,200,000
----------------	------	-----------	-----------	---	-----------

The Governor recommends funding this supplemental by transferring \$590,000 from the Community Mental Health budget and using \$784,000 in reappropriation funds from the Infant & Toddler program. The remaining \$329,000 is recommended one-time from the General Fund.

Governor's Recommendation	0.00	1,703,000	(503,000)	0	1,200,000
---------------------------	------	-----------	-----------	---	-----------

FY 2008 Total Appropriation					
Agency Request	259.22	13,267,900	3,817,000	4,193,600	21,278,500
Governor's Recommendation	259.22	13,267,900	3,817,000	4,193,600	21,278,500

Removal of One-Time Expenditures

Remove funding provided for one-time items.

Agency Request	0.00	(1,767,500)	395,900	0	(1,371,600)
----------------	------	-------------	---------	---	-------------

Governor's Recommendation	0.00	(1,767,500)	395,900	0	(1,371,600)
---------------------------	------	-------------	---------	---	-------------

Base Adjustments

Restores dedicated spending authority removed in the supplemental request.

Agency Request	0.00	0	503,000	0	503,000
----------------	------	---	---------	---	---------

Governor's Recommendation	0.00	0	503,000	0	503,000
---------------------------	------	---	---------	---	---------

FY 2009 Base					
Agency Request	259.22	11,500,400	4,715,900	4,193,600	20,409,900
Governor's Recommendation	259.22	11,500,400	4,715,900	4,193,600	20,409,900

State Hospital South

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Reflects \$2,075 per position or a 29% increase in employer-paid health insurance premiums from \$7,125 to \$9,200 per year. This increase is artificially inflated since the rates have been frozen for the last two years, with increases being covered from reserves.					
Agency Request	0.00	375,900	95,600	130,800	602,300
<i>The Governor recommends funding the employer increase in health insurance, and does not remove the funding for their PERSI rate increase that was included in the request. Recently, the PERSI Board voted not to increase the contribution rate for the upcoming fiscal year. In addition, for this agency the Governor recommends that the Division of Human Resources (DHR) fee be reduced by 35% for classified positions, from 0.615% of gross salary to 0.4%, because it has been granted delegated authority by DHR.</i>					
Governor's Recommendation	0.00	363,000	92,500	126,200	581,700
Inflationary Adjustments					
This inflationary adjustment is arrived at by subtracting one-time funding and statewide allocation plan costs from the base and calculating a customized increase for all remaining operating costs. This request reflects a 0.90% increase in operating funding and a 1.82% increase in trustee and benefit payment funding. This request also reflects an increase of \$30,000 or a 33% increases in lab services with Portneuf Medical.					
Agency Request	0.00	86,700	23,200	40,600	150,500
<i>The Governor recommends general and medical inflation for the Health & Welfare institutions in order to accommodate their extremely limited operating costs.</i>					
Governor's Recommendation	0.00	86,700	23,200	40,600	150,500
Replacement Items					
Replaces six vehicles including 3 suburbans, 1 van, 1 sedan, 1 small van, and 1 dump truck/snow plow for a total cost of \$198,200. Replaces \$117,700 of equipment at the state hospital. Reflects a \$258,600 request for alteration and repairs projects under \$30,000. The following are the list of repairs projects: replace wall tile in patient showers- \$11,600; fire alarm system retrofits and recommissioning- \$14,000; install worker fall protection- \$30,000; install stair tread coverings in exit stairwell, "C" building- \$8,200; replace roof-top mounted exhaust fans, "C" building- \$16,000; install auditable (Card Reader/PIN) electronic locks for sensitive record management rooms (HIPAA Compliance Measure), administration building- \$8,300; landscape three (3) interior patio areas, administration building- \$9,800; install stainless steel wall covering and cap on partition wall- \$4,500; fill fifty percent (50%) of window area, laundry- \$20,200; carpet replacement in group therapy rooms and reception center- \$7,600; install energy-saving ballasts in light fixtures- \$29,000; install permanent electrical generator docking stations; "C", PTF, and administration buildings- \$18,000; install shrub-bed curbing at patio fences- \$9,200; remove rocks, place top soil, level, and reseed "Y" building demolition site; campus grounds- \$10,100; ventilation equipment upgrade, laundry building- \$7,000; install automatic flushers on toilets and urinals; "C", PTF, and administration buildings- \$3,400; construct cart washing area, laundry building- \$18,000; remove old irrigation flume system and greenhouse foundation, and upgrade fire hydrant access lane; campus grounds- \$14,200; clean exteriors, PTF and administration buildings- \$7,800; install electric meter in PTF; and gas meters in maintenance, laundry, administration, utility, and "C" buildings- \$11,700.					
Agency Request	0.00	523,900	50,600	0	574,500
<i>The Governor recommends replacing 4 vehicles. The recommendation also includes replacing \$117,700 of equipment and \$258,600 for alteration & repairs projects.</i>					
Governor's Recommendation	0.00	452,900	50,600	0	503,500
Statewide Cost Allocation					
Reflects an increase in risk management fees of \$16,100.					
Agency Request	0.00	8,100	0	8,000	16,100
Governor's Recommendation	0.00	8,100	0	8,000	16,100
Change in Employee Compensation					
Agencies were instructed to input a CEC based on a 1% calculator. Reflects a fund shift of \$10,300 from dedicated endowment funds to the General Fund.					
Agency Request	0.00	91,800	22,300	25,800	139,900
<i>The Governor recommends a compensation increase of 5% to be distributed based on merit.</i>					
Governor's Recommendation	0.00	459,000	111,500	129,000	699,500

State Hospital South

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nondiscretionary Adjustments					
Includes an increase in General Funds of \$11,800 and a corresponding decrease in federal funds due to a Federal Medical Assistance Program match rate decrease of 69.993% to 69.398%.					
Agency Request	0.00	11,800	0	(11,800)	0
Governor's Recommendation	0.00	11,800	0	(11,800)	0
Endowment Adjustments					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	(51,500)	51,500	0	0
FY 2009 Program Maintenance					
Agency Request	259.22	12,598,600	4,907,600	4,387,000	21,893,200
Governor's Recommendation	259.22	12,830,400	5,045,200	4,485,600	22,361,200

1. Electronic Medical Records Phase 3

This request is for \$222,500 in State Hospital North's budget and another \$222,500 in State Hospital South's budget for the final phase of implementing an Electronic Medical Records system. Last year the Legislature funded the second phase of this system upgrade and this year the state hospitals are requesting funding to purchase the Bar Code Medication Administration module and wireless capabilities.

Bar Code Medication Administration – Bar Code Medication Administration (BCMA) is a point-of-care software solution that addresses the serious issue of inpatient medication errors. BCMA electronically validates and documents medications for inpatients. It ensures that the patient receives the correct medication in the correct dose, at the correct time, and visually alerts staff when the proper parameters are not met. Total cost: \$265,000 in General Fund monies for both hospitals.

Wireless Capabilities – Wireless network access is recommended for all charting areas and exam rooms to eliminate the need for hardwired workstations and allow the use of laptop computers for charting purposes. Wireless technology will not only allow for an infrastructure that will permit staff to easily administer services to patients in all locations, but also will increase safety of patients. Total cost: \$180,000 from the General Fund for both hospitals.

NOTE: This budget only reflects 1/2 of the total costs, the other 1/2 is reflected in the State Hospital North budget.

[One-time]

Agency Request	0.00	222,500	0	0	222,500
Governor's Recommendation	0.00	222,500	0	0	222,500

2. Medicare Audit Payback

The department is requesting \$1,100,000 in one-time funds pay back Medicare for over-reimbursement of Inpatient Psychiatric Facility (IPF) service cost.

NOTE: See supplemental request for explanation regarding this line item.

[One-time]

Agency Request	0.00	1,100,000	0	0	1,100,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

FY 2009 Total					
Agency Request	259.22	13,921,100	4,907,600	4,387,000	23,215,700
Governor's Recommendation	259.22	13,052,900	5,045,200	4,485,600	22,583,700
Agency Request					
Change from Original App	0.00	2,356,200	587,600	193,400	3,137,200
% Change from Original App	0.0%	20.4%	13.6%	4.6%	15.6%
Governor's Recommendation					
Change from Original App	0.00	1,488,000	725,200	292,000	2,505,200
% Change from Original App	0.0%	12.9%	16.8%	7.0%	12.5%